

RESOLUTION 11-07

RESOLUTION OF THE CALIFORNIA INFRASTRUCTURE AND ECONOMIC DEVELOPMENT BANK AUTHORIZING AN AMENDMENT TO THE FINANCIAL CONSULTING SERVICES CONTRACT WITH PUBLIC RESOURCES ADVISORY GROUP TO INCREASE THE TOTAL AMOUNT OF THE CONTRACT AUTHORITY TO AN AMOUNT NOT TO EXCEED \$75,000

WHEREAS, the California Infrastructure and Economic Development Bank (the "I-Bank") is formed within state government for the purpose of administering the provisions of the Bergeson-Peace Infrastructure and Economic Development Bank Act (the "Act"); and

WHEREAS, the Act authorizes the I-Bank to engage the services of financial consultants as may, in the I-Bank's judgment, be necessary in connection with the issuance and sale of any bonds, loans, notes, commercial paper and any other evidences of indebtedness or ownership; and

WHEREAS, on May 25, 2010, the I-Bank appointed five financial consulting firms to provide financial advisory services to the I-Bank, including the Public Resources Advisory Group ("PRAG"), and authorized the execution of a contract with PRAG in an amount of not to exceed \$25,000; and

WHEREAS, the I-Bank has entered into a contract with PRAG for financial advisory services, in the maximum amount of \$25,000; and

WHEREAS, the Financial Information System for California program within the Department of Finance (Fi\$Cal) has sought the advice of the I-Bank as to legal and financial matters pertaining to the financing of certain capital costs of Fi\$Cal through the issuance of tax-exempt bonds; and

WHEREAS, the Business, Transportation and Housing Agency, on behalf of I-Bank, and the Department of Finance have entered into a Interagency Agreement to provide for the reimbursement by the Department of Finance of I-Bank costs incurred in providing this requested advice, which reimbursable costs specifically include the those of financial advisors under contract with the I-Bank; and

WHEREAS, I-Bank staff and Department of Finance staff have concluded that PRAG's experience makes it the most appropriate of the I-Bank's financial consultants to provide services for these purposes; and

WHEREAS, the I-Bank also expects to continue to use the contracted-for services of PRAG in relation to other I-Bank transactions;

NOW THEREFORE, BE IT RESOLVED by the Board of Directors of the I-Bank as follows:

Section 1. The contract for financial advisory services between the I-Bank and PRAG may be amended to increase the maximum amount of that contract to an amount not to exceed

\$75,000 to provide for continued service by the firm to the I-Bank and additional, reimbursable services in relation to Fi\$Cal.

Section 2. This resolution shall become effective upon adoption.

PASSED, APPROVED AND ADOPTED this 26th day of April, 2011, by the following vote:

AYES: LUJANO, JIMENEZ, LOPEZ, RICE

NOES: NONE

ABSENT: REYES

ABSTAIN: NONE



Stanton C. Hazelroth, Executive Director

ATTEST:



Roma Cristia-Plant,
Secretary of the Board of Directors